TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 1169 - SB 1335

March 17, 2019

SUMMARY OF ORIGINAL BILL: Establishes statewide, rather than just in Rutherford County, that any applicant for motor vehicle registration who failed to pay wheel tax be responsible for paying all prior years' wheel tax prior to being issued registration.

FISCAL IMPACT OF ORIGINAL BILL:

Increase Local Revenue - Exceeds \$47,800/One-Time

SUMMARY OF AMENDMENT (005939): Deletes all language after the enacting clause. On or after July 1, 2019, increases, from \$3.00 to \$4.00, the fee which county clerks may charge for handling mail orders of registration plate and order renewals.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase Local Revenue - \$1,625,000

Assumptions for the bill as amended:

- Approximately 6,500,000 registrations are subject to annual renewal.
- Twenty-five percent, or 1,625,000, of such renewals are transacted by mail (6,500,000 x 25%).
- The recurring increase in local government revenue, resulting from the \$1.00 fee increase, is estimated to be \$1,625,000 (1,625,000 renewals x \$1.00 fee increase).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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